

KB

KINGBOARD CHEMICAL HOLDINGS LIMITED

*(Incorporated in the Cayman Islands
with limited liability)*
(Stock Code: 148)

KB

KINGBOARD LAMINATES HOLDINGS LIMITED

*(Incorporated in the Cayman Islands
with limited liability)*
(Stock Code: 1888)

JOINT ANNOUNCEMENT

ANNOUNCEMENT RELATED TO THE UNAUDITED CONSOLIDATED QUARTERLY RESULTS OF A SUBSIDIARY

KBCF announced unaudited consolidated earnings per share for the period ended September 30, 2007 and the Singapore Exchange Securities Trading Limited ("Oct 30, 2007").

Paragraphs 705 and 920(1)(a) of the Listing Manual of the Singapore Exchange Securities Trading Limited, Kingboard Chemical Holdings Limited ("KBCF"), a subsidiary of Kingboard Holdings Limited ("KHL") announced unaudited consolidated earnings per share for the period ended September 30, 2007 and the Singapore Exchange Securities Trading Limited ("Oct 30, 2007"). The earnings are based on the consolidated financial statements of KHL and its subsidiaries for the period ended September 30, 2007.

KBCF has a net profit of 62.15% for the period ended September 30, 2007. KHL has a net profit of 73.22% for the period ended September 30, 2007. KHL has a net profit of 73.22% for the period ended September 30, 2007. KHL has a net profit of 73.22% for the period ended September 30, 2007.

The announcement is made pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities of the Singapore Exchange and is made for the purpose of providing information to the investors of KBCF.

“KINGBOARD COPPER FOIL HOLDINGS LIMITED

FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE PERIOD ENDED 30/9/2007

**PART I INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY
(Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS**

1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group 3 months ended		
	September 30, 2007	September 30, 2006	%
	<i>HK\$'000</i>	<i>HK\$'000</i>	Change
Revenue	953,233	815,813	16.84%
Cost of sales	(835,580)	(700,793)	19.23%
Gross profit	117,653	115,020	2.29%
Operating expenses	6,674	5,508	21.17%
Depreciation	(7,958)	(6,777)	17.43%
Administrative expenses	(13,044)	(11,818)	10.37%
Operating expenses	(2,004)	(2,140)	-6.36%
Finance costs, net of finance income	(5,953)	(5,644)	5.47%
Profit before tax	95,368	94,149	1.29%
Income tax expense	(7,516)	(8,002)	-6.07%
Profit for the period	87,852	86,147	1.98%
Attributable to:			
Equity holders of the Company	87,450	86,147	1.51%
Minority interests	402	-	N/A

Profit before tax attributable to equity holders (continued)/cost of sales:

	Group 3 months ended		
	September 30, 2007	September 30, 2006	%
	<i>HK\$'000</i>	<i>HK\$'000</i>	Change
Operating expenses, excluding depreciation	(6,674)	(5,508)	21.17%
Interest on bank borrowings	5,953	5,644	5.47%
Depreciation of property, plant and equipment	42,966	31,460	36.57%
Revaluation of land and buildings	645	464	39.01%

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year

	Group		Company	
	As at	As at	As at	As at
	September	December	September	December
	30, 2007	31, 2006	30, 2007	31, 2006
	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
ASSETS				
Current assets:				
Cash and bank balances	222,131	208,562	.	.
Trade and other receivables	.	.	.	.
Inventories	520,046	629,602	7,650	16,725
Deferred tax assets	1,815	.	.	.
Prepaid expenses (allowances)	825	825	.	.
Others	539,315	415,434	.	.
Total current assets	1,284,132	1,254,423	7,650	16,725
Non-current Assets:				
Subsidiaries	.	.	394,165	394,165
Deferred tax liabilities	.	.	470,974	472,563
Prepaid expenses (allowances)	1,188,713	1,111,956	.	.
Goodwill	202	.	.	.
Prepaid expenses (allowances)	37,532	36,728	.	.
Other non-current assets	19,800	9,000	19,800	9,000
Total non-current assets	1,246,247	1,157,684	884,939	875,728
Total assets	2,530,379	2,412,107	892,589	892,453
LIABILITIES AND EQUITY				
Current liabilities:				
Deferred tax liabilities	.	.	638	394
Borrowings	349,292	423,518	.	.
Trade payables	97,797	130,901	.	.
Income tax payables	48,969	36,930	.	.
Total current liabilities	496,058	591,349	638	394
Capital and reserves:				
Issued capital	560,200	560,200	560,200	560,200
Reserves	1,453,556	1,260,558	331,751	331,859
Employee share options	.	.	.	.
Employee share scheme	2,013,756	1,820,758	891,951	892,059
Minority interests	20,565	.	.	.
Total liabilities and equity	2,530,379	2,412,107	892,589	892,453

1(b)(ii) Aggregate amount of group's borrowing and debt securities

Amount repayable in one year or less, or on demand

As at September 30, 2007		As at December 31, 2006	
Secured	Unsecured	Secured	Unsecured
<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
.	349,292	.	423,518

Amount repayable after one year

As at September 30, 2007		As at December 31, 2006	
Secured	Unsecured	Secured	Unsecured
<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
.	.	.	.

Details of any collateral

Not applicable

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year

	3 Months ended	
	September 30, 2007	September 30, 2006
	HK\$'000	HK\$'000
Cash flows from operations:		
Profit before tax	95,368	94,149
Adjustments:		
Decrease in receivables	42,966	31,460
Receivables and other	645	464
Decrease in accounts payable	849	(3,099)
Interest received and finance charge	5,953	5,644
Interest cost	(1,337)	(2,543)
Operating cash flow before tax and finance charge	144,444	126,075
Tax and other receivables and other	(196,904)	(74,685)
Interest	(40,465)	41,486
Tax and other	(45,554)	35,583
Cash (used)/generated from operations	(138,479)	128,459
Interest paid	(1,255)	(3,260)
Dividend	(18,785)	
Interest paid	(5,953)	(5,644)
Interest received	1,337	2,543
Net cash (used)/generated from operating activities	(163,135)	122,098
Cash flows from investing activities:		
Receivables and other	(10,800)	
Receivables and other	(35,293)	(106,623)
Net cash used in investing activities	(46,093)	(106,623)
Cash flows from financing activities:		
Interest/(decrease) in bank balances	160,711	(36,515)
Net cash generated from/(used in) financing activities	160,711	(36,515)
Effects of consolidating foreign subsidiaries	8,480	21,189
(Decrease)/increase in cash and bank balances	(40,037)	149
Cash and bank balances at September 30	262,168	139,612
Cash and bank balances at September 30	222,131	139,761

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

	Attributable to equity holders of the Company								
	Issued capital HK\$'000	Share premium HK\$'000	Capital reserves HK\$'000	Proposed dividend HK\$'000	Currency translation reserves HK\$'000	Accumulated profits HK\$'000	Total HK\$'000	Minority interests HK\$'000	Total Equity HK\$'000
Group									
T. d. i. a. e 2007 (Q3 2007-)									
Ba a. ce a. J. e 30, 2007	560,200	296,573	6,275	18,785	114,534	939,976	1,936,343	19,786	1,956,129
P. f. f. Q3 2007						87,450	87,450	402	87,852
E. c. a. g. e. a. a. a. a.					8,748		8,748	377	9,125
T. a. e. c. g. e. d. c. e. a. d									
e. e. e. f. f. e. e. d					8,748	87,450	96,198	779	96,977
I. e. d. d. e. d. a. d				(18,785)			(18,785)		(18,785)
Ba a. ce a. S. e. e. b. e 30, 2007	<u>560,200</u>	<u>296,573</u>	<u>6,275</u>	<u></u>	<u>123,282</u>	<u>1,027,426</u>	<u>2,013,756</u>	<u>20,565</u>	<u>2,034,321</u>
T. d. i. a. e 2006 (Q3 2006-)									
Ba a. ce a. J. e 30, 2006	560,200	296,573	6,275	18,063	38,957	717,353	1,637,421		1,637,421
P. f. f. Q3 2006						86,147	86,147		86,147
E. c. a. g. e. a. a. a. a.					21,386		21,386		21,386
T. a. e. c. g. e. d. c. e. a. d									
e. e. e. f. f. e. e. d					21,386	86,147	107,533		107,533
Ba a. ce a. S. e. e. b. e 30, 2006	<u>560,200</u>	<u>296,573</u>	<u>6,275</u>	<u>18,063</u>	<u>60,343</u>	<u>803,500</u>	<u>1,744,954</u>	<u></u>	<u>1,744,954</u>

Company
T. d. a. e 2007 (Q3 2007-)

The average of the C₁ and C₂ calculated as a function of the 3' .. ded ded
 See be 30, 2007.

The figure has been added. See end of K. add.

N. a. cable.

[illegible]

5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

6 Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

7 Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:

- (a) **current financial period reported on; and**
- (b) **immediately preceding financial year.**

8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

O...e bac f ea...Kec...cc d...e e...ad...ead g a e...
C...a, ec...ed ad a ce...a e...aed g...ee-...e d f
Jy K2007. Se...be 2007 (Q3 2007-). T.e...d...e f P...e T...f...e L...
c...e f...a...e ced...A...2007 ad...a fi y K...e...
bK...a...e. T.e ef e...e G...ae...e ec ded g...fa...ae y K

Bağcıoğlu, K. f. e. ee. c. a. .a. ce., .e. D. ec., .e. ec., .e. G. l. .e. e. a. .f. ab. e. .e. e. a. e. .a. e. .

11 Dividend

A.K.d de d dec a ed f .e o e . f a c a - e d e .ed ? N.e

A, Kd de d dec a ed f . . e c e . . d . . e . d f . . e ed a e, K eced . . f a c a
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Noted, and added. December 3, 2007. See below 30, 2007.

PART II ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 and half year Results)

- 13** **Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

N/A

- 14** **In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments**

N/A

- 15** **A breakdown of sales**

N/A

- 16** **A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year**

Total annual dividend (Refer to Para 16 of Appendix 7.2 for the required details)

	Latest Full Year HK\$'000	Previous Full Year HK\$'000
Ordinary Preference		
Total		
N/A		

17 Interested Person Transactions – Pursuant to Rule 920(1)(a)(ii) of the Listing Manual.

Aggregate value of interested person transactions conducted during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) HK\$

Name of interested person	Aggregate Value of all interested person transactions during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) HK\$	Aggregate Value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000) HK\$
K. b. a. d. L. a. e. (MCO) L. ed	697,000	601,776,000
K. b. a. d. L. a. e. (K. a.) C. a. KL. ed		97,698,000
K. b. a. d. L. a. e. (J. a. e.) C. a. KL. ed		33,827,000
K. a. Y. a. a. C. e. ca C. a. KL. ed		8,166,000
Tec. e (MCO) C. a. L. ed		9,456,000
K. B. a. d. (P. a. K) C. e. ca C. a. KL. ed		93,000
H. e. K. a. K. b. a. d. C. e. ca C. L. d.		276,000
S. a. a. Z. a. B. M. a. e. C. L. d.		979,000
N. a. e. E. ec & E. e. E. ec. c C. a. KL. ed		1,102,000
G. a. e. E. ec & E. e. H. e. D. e. K		
I. e. c. ec. Tec. e. KN. 1 C. L. d.		11,523,000
G. a. e. E. ec & E. e. M. c. a. Tec. e. KC. L. d.		2,044,000
E. ec & E. e. (MCO) L. ed		81,599,000
K. a. e. P. a. c. f. c. I. a. e. M. a. e. a. C. L. d.		2,491,000
K. a. P. e. E. ec & E. e. C. a. KL. ed		1,627,000
K. a. e. E. ec & E. e. N. 2 C. a. KL. ed		3,019,000
K. a. e. E. ec & E. e. N. 3 C. a. KL. ed		8,305,000
T. a	697,000	863,981,000

Note: Aggregate value of interested person transactions conducted during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) HK\$

Confirmation By the Board

We, CHAN WING KWAN and CHEUNG KWOK PING being duly and lawfully qualified persons, do hereby confirm that the financial statements of Kingboard Chemical Holdings Limited for the period ended 30 September 2007, which have been audited by the independent accountants, are true and correct, and that the financial statements of Kingboard Copper Foil Holdings Limited for the period ended 30 September 2007, which have been audited by the independent accountants, are true and correct.

On behalf of the board of directors,

Kingboard Copper Foil Holdings Limited

Chan Wing Kwan

Managing Director

Cheung Kwok Ping

Director

As at the date of this announcement, the board of directors ("Board") of Kingboard Chemical consists of Messrs. Cheung Kwok Wing, Chan Wing Kwan, Chang Wing Yiu, Cheung Kwong Kwan, Ho Yin Sang, Cheung Wai Lin, Stephanie and Mok Cham Hung, Chadwick, being the executive directors, and Messrs. Cheng Ming Fun, Paul, Cheng Wai Chee, Christopher, Tse Kam Hung and Henry Tan, being the independent non-executive directors.

As at the date of this announcement, the Board of Kingboard Laminates consists of Messrs. Cheung Kwok Wa, Cheung Kwok Keung, Cheung Kwok Ping, Lam Ka Po, Cheung Ka Ho, Chan Sau Chi, Liu Min and Zhou Pei Feng, being the executive directors, Mr. Lo Ka Leong, being the non-executive director, and Messrs. Chan Charnwut Bernard, Chan Yue Kwong, Michael, Leung Tai Chiu and Mok Yiu Keung, Peter, being the independent non-executive directors.

BY ORDER OF THE BOARD

Kingboard Chemical Holdings Limited

Chan Wing Kwan

Managing Director

BY ORDER OF THE BOARD

Kingboard Laminates Holdings Limited

Cheung Kwok Keung

Managing Director

Hong Kong, October 30, 2007